**Transportation**

**Automobile:**

Let’s buy at car. Go onto [www.autotrader.com](http://www.autotrader.com) and find a car you would like to purchase. As you make your choice remember your monthly salary. Write the price of the car on the line below.

**BUY** –

Calculation of payments:

**Price of car:** $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

*Subtract*

$1000 **down payment** $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

*multiply by*

.05 (5%) **interest**  $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**TOTAL PRICE OF CAR TO BE FINANCED $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_**

*divide by*

**36 (3 year loan or 36 months)**  $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (1)

*add*

$260 (**automobile operations** such asgas, oil changes, repairs, tags)

$\_\_\_\_\_\_\_260.00\_\_\_\_\_\_\_\_\_\_ (2)

*add*

$75 **insurance**  $\_\_\_\_\_\_\_75.00\_\_\_\_\_\_\_\_\_\_\_ (3)

**TOTAL monthly cost of car** $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Take this final cost and insert into your budget. If the final cost is too expensive start over again and find another car for less money. Redo the calculations and re-enter the car amount into your budget.**